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Hocking, Wendy A - Washington, DC

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**From:** Owens, Sharon - Washington, DC  
**Sent:** Friday, August 12, 2011 1:29 PM  
**To:** LaChance, Susan M - Washington, DC  
**Subject:** FW: Latest presentation

**Attachments:** MTACLeadership\_NetworkOpt.pdf

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**From:** Grossmann, Luke T - Washington, DC  
**Sent:** Friday, August 12, 2011 1:28 PM  
**To:** Owens, Sharon - Washington, DC  
**Cc:** Williams Jr, David E - Washington, DC; Harris, Ernie - Washington, DC  
**Subject:** RE: Latest presentation



MTACLeadership\_NetworkOpt.pdf (...)

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**From:** Owens, Sharon - Washington, DC  
**Sent:** Friday, August 12, 2011 12:56 PM  
**To:** Grossmann, Luke T - Washington, DC  
**Subject:** Latest presentation

Can you send me what you guys used yesterday with MTAC? I noticed it was different in that it didn't say 50% reduction or 175 plants. We want to send it out today. Can you add "Conceptual and Pre-decisional"?

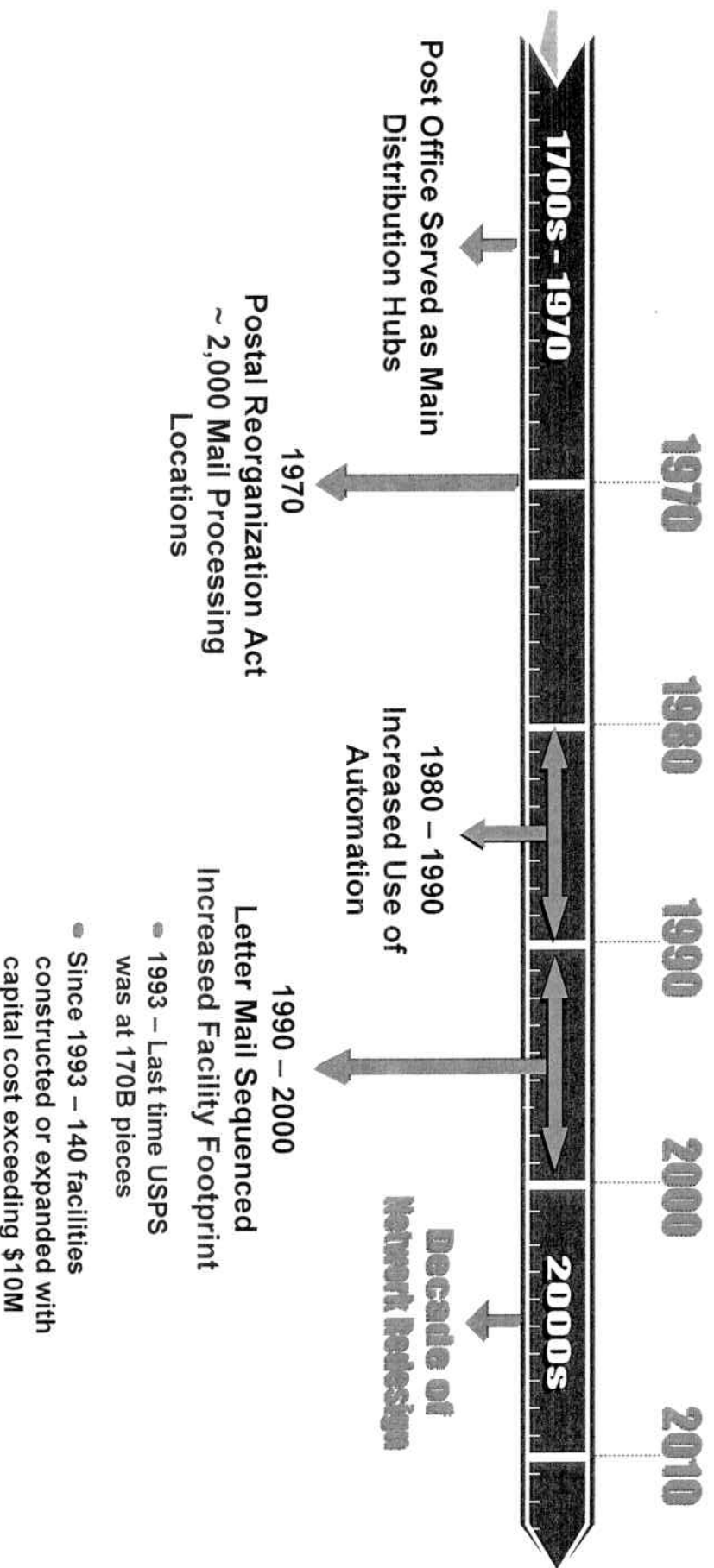
# Network Optimization Concept

MTAC Leadership

# Network Optimization Overview

- Network Evolution
- Volume Realities
- Plan for Change
- Next Steps

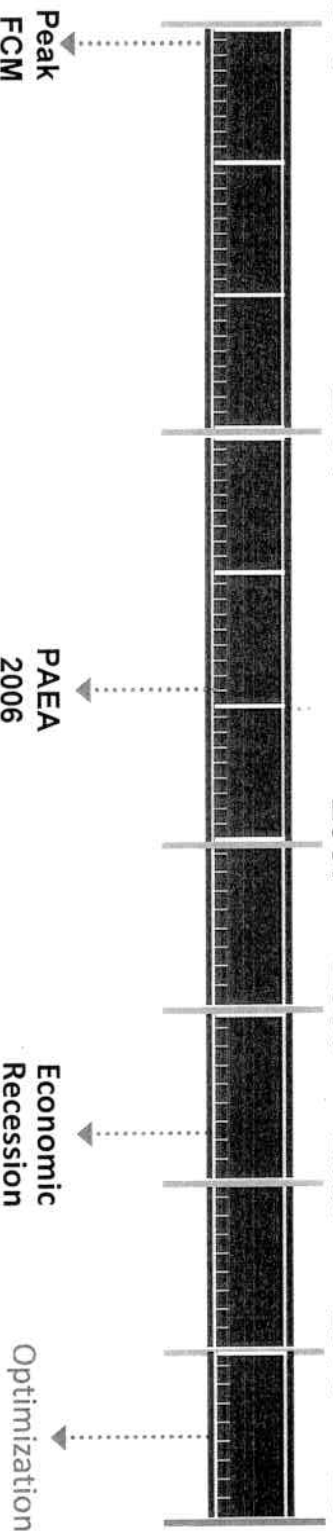
## USPS Network Evolution



# A Decade of Network Redesign

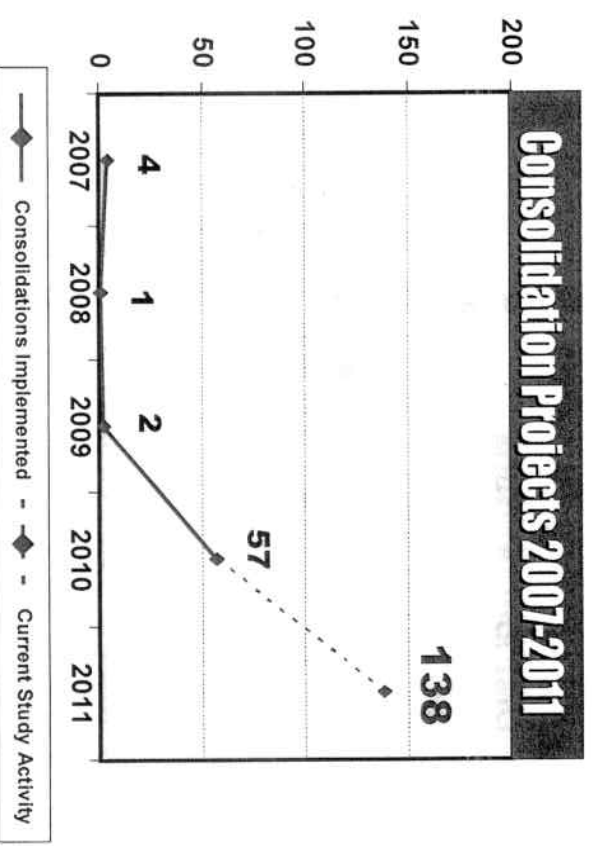
FCM: 104 B Total: 207 B	FCM: 98 B Total: 206 B	FCM: 98 B Total: 213 B	FCM: 96 B Total: 212 B	FCM: 92 B Total: 203 B	FCM: 84 B Total: 177 B	FCM: 78 B Total: 171 B	FCM: 73 B Total: 167 B
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2001 2004 2007 2008 2009 2010 2011



## Continued First Class Decline

- Down ~ 25% since 2006
- Single Piece Down ~ 35% since 2006
- Plant network - Excess Capacity
- Unprecedented increase in AMP activity
  - Origin Consolidation
  - Destination Consolidation
- Minor Service Standard Adjustments within current business rules



# Network Optimization Overview

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